

UNITED STATES DISTRICT COURT  
EASTERN DISTRICT OF NEW YORK

-----X	<b>Docket#</b>	
ELIEZER LAINE,	:	13-cv-02354-JBW-SMG
Plaintiff,	:	
	:	
- versus -	:	U.S. Courthouse
	:	Brooklyn, New York
	:	
MACHNE ISRAEL OF PHILADELPHIA,	:	
et al.,	:	April 17, 2015
Defendant	:	
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TRANSCRIPT OF CIVIL CAUSE FOR ORAL ARGUMENT  
BEFORE THE HONORABLE STEVEN M. GOLD  
UNITED STATES CHIEF MAGISTRATE JUDGE

**A P P E A R A N C E S:**

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1 THE COURT: Okay, it's Judge Gold. Good  
2 morning or good afternoon.

3 This should be Laine v. Machne Israel of  
4 Philadelphia, et al., 13-cv-2354.

5 Counsel, we are on the record. I'd like an  
6 appearance for plaintiff.

7 MR. ROONEY: Your Honor, this is Paul Rooney  
8 from Ellenoff Grossman & Schole for plaintiff Eli Laine.

9 THE COURT: Thank you.  
10 for the defendants?

11 MR. WINTNER: Howard Wintner of The Abramson  
12 Law Group.

13 THE COURT: Thank you, everybody.

14 I don't know if you're aware, but Judge  
15 Weinstein is not in the courthouse today. The defendant  
16 -- excuse me, the plaintiff filed a proposed order to  
17 show cause concerning some subpoenas and Judge  
18 Weinstein's chambers asked me to address that with you at  
19 least preliminarily, in light of Judge Weinstein's  
20 unavailability today.

21 I have docket entry 75. I have docket entries  
22 79, 78 and 80 and Mr. Wintner, I know that my chamber's  
23 staff imposed upon you to participate today, even though  
24 the plaintiff's papers were filed only earlier today or  
25 overnight and I appreciate how graciously you responded

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1 to that and that you were able to get something before  
2 the Court putting forth your position.

3 I am looking at your memo, Mr. Wintner, and I  
4 must say it raises some questions in my mind.

5 MR. WINTNER: Uh-hum.

6 THE COURT: I'm going to put the standing issue  
7 aside and the reason I do that, is that it seems to me  
8 that this is less about whether plaintiff has a right to  
9 object to the existence of the subpoenas and more about  
10 whether plaintiff has a right to object to the tardy  
11 disclosure of documents and witnesses.

12 More specifically, as I have reviewed the  
13 docket sheet, the understanding I gleaned, is that there  
14 was a proceeding before Judge Weinstein on February 5th,  
15 2015. You assert that it was only during that proceeding  
16 that your thoughts about what was necessary or the  
17 anticipated April bench trial crystalized.

18 But at that time, Judge Weinstein provided you  
19 until March 30th to list the witnesses and documents you  
20 would rely upon at that proceeding and that date has come  
21 and gone. What basis do you contend that you have for  
22 presenting testimony and documents that weren't disclosed  
23 within the generous time frame offered by the presiding  
24 judge?

25 MR. WINTNER: Two things, your Honor. First,

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1 we requested the information from plaintiff during  
2 discovery, refused to provide it.

3 THE COURT: And you made a motion to compel  
4 about that when?

5 MR. WINTNER: No, I didn't make the motion to  
6 compel.

7 THE COURT: I see. Go ahead.

8 MR. WINTNER: Because at the time -- at the  
9 time I didn't think it was that relevant. Perhaps more  
10 importantly at his deposition, the plaintiff testified  
11 that he didn't work for any other school. So I assumed  
12 his testimony was accurate.

13 My client asked me about a week ago, about a  
14 few days before I served the subpoena, I told him that  
15 and he said no, we're pretty sure he worked for Yeshiva  
16 Novominsk. So I didn't properly serve the subpoenas.

17 So if anything I was misled by the plaintiff's  
18 deposition testimony.

19 THE COURT: And when did you find out that you  
20 had a good faith basis to believe that there was such  
21 employment?

22 MR. WINTNER: About a week -- a week ago.

23 THE COURT: Mr. Rooney, how is your client  
24 prejudiced if these subpoenas are served?

25 MR. ROONEY: Well, for the very reasons that

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1 you said, your Honor. But may I address the idea that  
2 Mr. Laine misled anyone?

3 THE COURT: Sure.

4 MR. ROONEY: In his --

5 THE COURT: You can say whatever you would like  
6 to say.

7 MR. ROONEY: Okay. In his deposition, he was  
8 asked about an entity called ECL Associates and he was  
9 asked what its revenues were in 2007. And he said there  
10 were not total revenues in 2007 or in 2000 or 2014. It  
11 was doing certain consulting. It was what they call  
12 moonlighting from 8 to 10 or 10:30 at night giving advice  
13 on many different areas of life, okay?

14 Then they asked him, "Were you ever involved in  
15 supervision of any other schools?" And he answered,  
16 "No," which is true. Now as far as when they learned  
17 about any involvement of Mr. Laine -- that is of Rabbi  
18 Brennan and Yeshiva Novominsk getting advice from him,  
19 they knew about it, your Honor, as far back as 2006. In  
20 2008, they had a conversation, my client and Rabbi  
21 Shemtov (ph.) about Rabbi Brennan consulting with him and  
22 we have a tape of it. It's in Yiddish but it was  
23 disclosed to them in discovery.

24 In 2012, at a funeral for an emissary of this  
25 organization in Chicago, one Rabbi Moscowitz, Daniel

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1 Moscowitz, Shemtov saw Brennan and tried to fish out some  
2 information from him about Mr. Laine and he asked --  
3 Shemtov asked Rabbi Brennan, "How's your friend Laine  
4 doing?" And Brennan said, "My friend Laine? You should  
5 know, he's working for you."

6 And Shemtov said to him, "Well, I thought he  
7 was working for you." And Brennan said, you know,  
8 basically, "Stop with the jokes. You know, we've talked  
9 about this before." And Shemtov asks Brennan, "Did you  
10 pay him?" And Brennan said, "Yes, I did." And Shemtov  
11 asks, "How much?" And Brennan said, "Not enough to make  
12 a living."

13 Now if you need an affidavit for this  
14 conversation, I bet I can get one from Rabbi Brennan but  
15 none of that what I said is in the record, but this is  
16 what my client tells me.

17 So the notion that they had no idea that my  
18 client had any connection to Rabbi Brennan till a week  
19 ago is just not true. And as far as whether it  
20 crystalized or they knew the importance, this case has  
21 been pending for two years and discovery and litigation  
22 have to end at some point.

23 So put it any other way, it's not our problem  
24 that they only decided they wanted this information a  
25 week ago.

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1 MR. WINTNER: Well, that's -- first of all, I  
2 disagree about the deposition testimony. I asked if he  
3 was involved in the supervision of any other school and  
4 he said no.

5 THE COURT: Okay. Thanks.

6 MR. WINTNER: And one other thing, I -- you  
7 know, I have no idea, you know, that -- in terms of the  
8 discussions with Rabbi Shemtov, you know, whether that's  
9 true or not true.

10 THE COURT: These are non-parties that are the  
11 subject of these subpoenas; correct?

12 MR. ROONEY: Yes, your Honor.

13 MR. WINTNER: Yes, it's very limited documents.  
14 They may on its face look broad but it's basically we  
15 want to see, you know, if they have documents --

16 THE COURT: Thank you.

17 MR. WINTNER: -- about what Laine did and what  
18 he was paid and that's what I want them -- they can test  
19 -- they'll tell me the truth. I don't -- you know, I  
20 don't see the prejudice in that.

21 THE COURT: The hearing before Judge Weinstein  
22 is a bench trial, not a jury trial, correct?

23 MR. WINTNER: Correct.

24 MR. ROONEY: Yes, your Honor.

25 THE COURT: All right. I am going to deny the

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1 motion to quash. I'm doing it with some reluctance, Mr.  
2 Wintner, because I believe you had ample time to ferret  
3 out the information you needed for this proceeding and  
4 that this is very tardy on your part and if I were  
5 presiding at the trial, I might well preclude it on that  
6 basis.

7           However, if the subpoenas are not served, and  
8 the motion to quash is granted, I have essentially  
9 deprived Judge Weinstein of the opportunity to evaluate  
10 the significance of the material relative to the  
11 procedural default of the defendant and I choose not to  
12 do that, particularly in the context of a bench trial  
13 because in supervising a bench trial, the judge will have  
14 the opportunity if he decides it appropriate, to defer  
15 consideration of the evidence until the plaintiff has had  
16 an opportunity to take reactive discovery to this tardy  
17 disclosure of documents and witnesses.

18           The law favors dispositions on the merits.  
19 Those dispositions are more likely when the finder is  
20 fully informed by the evidence and any prejudice from the  
21 tardy disclosure can be corrected and remedied if Judge  
22 Weinstein decides to permit this evidence to be heard.  
23 So the motion is denied.

24           Mr. Wintner?

25           MR. WINTNER: Yes.



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1 THE COURT: Given that your tardiness triggered  
2 this problem, you'll order the minutes of today's  
3 proceeding on an expedited basis and see that they are  
4 filed with the Court as soon as practicable, so that they  
5 are available for Judge Weinstein's review, well before  
6 the trial.

7 MR. WINTNER: Yes, your Honor.

8 THE COURT: Is there anything --

9 MR. WINTNER: How do I order this -- I'm sorry.

10 THE COURT: You can stay on the line and my  
11 clerk, Kevin Jason, will give you specific instructions  
12 about how to order the minutes on an expedited basis.

13 Mr. Rooney, is there anything further?

14 MR. ROONEY: No, your Honor.

15 THE COURT: Mr. Wintner, is there anything  
16 further?

17 MR. WINTNER: No, your Honor.

18 THE COURT: It's my pleasure to have spoken to  
19 you today, counsel. Good luck with your hearing.

20 MR. WINTNER: Thank you very much, your Honor.

21 MR. ROONEY: Thank you.

22 THE COURT: Goodbye.

23 MR. WINTNER: Bye-bye.

24 (Matter concluded)

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C E R T I F I C A T E

I, LINDA FERRARA, hereby certify that the foregoing transcript of the said proceedings is a true and accurate transcript from the electronic sound-recording of the proceedings reduced to typewriting in the above-entitled matter.

I FURTHER CERTIFY that I am not a relative or employee or attorney or counsel of any of the parties, nor a relative or employee of such attorney or counsel, or financially interested directly or indirectly in this action.

IN WITNESS WHEREOF, I hereunto set my hand this 19th day of April, 2015.



Linda Ferrara

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